Message Text

CONFIDENTIAL

PAGE 01 STATE 104019 ORIGIN ARA-10

INFO OCT-01 IO-13 ISO-00 SAB-02 TRSE-00 AID-05 CIAE-00 DODE-00 PM-04 H-01 INR-07 L-03 NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15 USIA-06 EB-07 OMB-01 ACDA-07 A-01 OPR-02 LAB-04 SIL-01 DOTE-00 SIG-01 /100 R

DRAFTED BY ARA-LA/PAN:EJNADEAU:LKB
APPROVED BY ARA-LA/PAN:SMBELL
DESIRED DISTRIBUTION
ARA, S/AB, H, NSC, DOD, CIA, TREASURY, PA, L, D, P, INR, DIA, NSA,
USOAS, USIA, AID/AA/LA

P 062238Z MAY 77

FM SECSTATE WASHDC

TO AMEMBASSY PANAMA PRIORITY

INFO USMISSION USUN NEW YORK PRIORITY

-----071710Z 077173 /50

PANCANAL

AMEMBASSY MEXICO

AMEMBASSY SAN JOSE

AMEMBASSY CARACAS

AMEMBASSY BOGOTA

CONFIDENTIAL STATE 104019

E.O. 11652: GDS

TAGS:PFOR, PN

SUBJECT: U.S.-PANAMA TREATY NEGOTIATIONS: WEEKLY ACTIVITIES REPORT - APRIL 30 - MAY 6

1. HOUSE REJECTS LIMIT ON TREATY TALKS. BY A VOTE OF 220 TO 182 THE HOUSE ON MAY 4 TURNED BACK AN ATTEMPT BY REP. DORNAN (R-CALIF.) TO AMEND THE STATE DEPARTMENT AUTHORIZATION BILL SO AS TO RESTRICT FUNDING FOR THE CANAL TREATY CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 104019

NEGOTIATIONS. THE HOUSE ACCEPTED SUBSTITUTE LANGUAGE SPONSORED BY REP. BUCHANAN (R-ALA.) AND SUPPORTED BY THE STATE DEPT. REPLACING REP. DORNAN'S AMENDMENT.

THIS WAS THE THIRD SUCCESSIVE YEAR THAT HOUSE OPPONENTS OF TREATY REVISION HAVE ATTEMPTED TO STYMY THE NEGOTIATIONS. THIS YEAR'S VOTE OF 54.7 PERCENT IN SUPPORT OF THE NEGO-

TIATIONS WAS VIRTUALLY THE SAME AS LAST YEAR, WHEN AN IDENTICAL AMENDMENT SPONSORED BY REP. SNYDER (R-KY.) WAS REJECTED 197-157.

IN THIS YEAR'S VOTE 171 DEMOCRATS AND 49 REPUBLICANS VOTED FOR THE BUCHANAN SUBSTITUTE LANGUAGE. 95 DEMOCRATS AND 87 REPUBLICANS VOTED AGAINST. EFFORTS BY FRIENDLY HOUSE MEMBERS AND STAFFERS TO MUSTER SUPPORT FOR THE BUCHANAN PROPOSAL WENT SMOOTHLY DESPITE ONLY THREE-HOURS LEAD TIME

IN WHICH TO ORGANIZE.

2. MAY ROUND. THE MAY 1977 ROUND OF NEGOTIATIONS IS SCHEDULED TO COMMENCE AT 10:00 A.M. MAY 9. ARRANGEMENTS HAVE BEEN MADE TO PERMIT THE PRESS TO HAVE AN OPPORTUNITY TO PHOTOGRAPH THE NEGOTIATORSAT THE START OF THE FIRST SESSION, AND WE ANTICIPATE THAT THERE WILL BE SUBSTANTIAL MEDIA INTEREST AND COVERAGE OF THE PANAMA ISSUE. THE SUPPORT GROUP HAS COMPLETED PAPERS FOR THE NEGOTIATORS WHICH DEAL WITH THE MAJOR ISSUES.

AS REPORTED BY THE EMBASSY, PANAMA INITIATED A PRESS ATTACK ON THE U.S. DURING THE COURSE OF THE WEEK, FOCUSSING PARTICULARLY ON AN INTERVIEW WHICH GENERAL MCAULIFFE GAVE THE AP. THIS RESULTED IN A SMALL STUDENT DEMONSTRATION IN FRONT OF THE U.S. EMBASSY. THE NATIONAL GUARD APPEARS TO BE PLANNING A MILITARY EXERCISE WHICH WILL OCCUR WHILE NEGOTIATIONS ARE IN PROGRESS

3. BREIFING FOR MRS CARTER TRIP TO LATIN AMERICA CONFIDENTIAL

CONFIDENTIAL

PAGE 03 STATE 104019

AMBASSADORS BUNKER AND LINOWITZ BRIEFED MRS. CARTER ON THE NEGOTIATIONS MAY 6. THE FIRST LADY IS SCHEDULED TO MAKE A LATIN AMERICAN VISIT IN LATE MAY AND EARLY JUNE.

- 4. BRIEFING FOR AMBASSADOR TODMAN'S TRIP TO LATIN AMERICA. MINISTER BELL AND DEPUTY DIRECTOR WYROUGH BRIEFED AMBASSADOR TODMAN ON THE NEGOTIATIONS PRIOR TO THE ASSISTANT SECRETARY'S DEPARTURE ON A GET-ACQUAINTED TRIP TO LATIN AMERICA. ARA/PAN ALSO PROVIDED TALKING POINTS FOR HIS USE IN MEETINGS WITH LATIN AMERICAN OFFICIALS.
- 5. LEWIS ARRIVAL. PANAMANIAN AMBASSADOR-DESIGNATE GABRIEL LEWIS GALINDO ARRIVED IN WASHINGTON ON THE EVENING OF MAY 5, AND PRESENTED COPIES OF HIS CREDENTIALS THE FOLLOWING AFTERNOON TO ACTING SECRETARY CHRISTOPHER. AS THE APPOINTED AMBASSADOR, HE WILL NOW BE ABLE TO DEAL WITH THE DEPARTMENT ON ALL MATTERS, INCLUDING THE NEGOTIATIONS. MINISTER BELL HOSTED A RECEPTION IN LEWIS' HONOR AFTER THE CHRISTOPHER MEETING.

6. VISIT OF U.S. LABOR OFFICIALS. MR. WILLIAMS, PRESIDENT OF THE PANAMA CANAL PILOTS' ASSOCIATION, AND MR. KANALY, AFL-CIO PANAMA CANAL TREATY COMMITTEE, MET WITH THE U.S. NEGOTIATORS ON MAY 5 TO DISCUSS LABOR RELA-

TIONS MATTERS UNDER THE NEW TREATY. WILLIAMS DESCRIBED THE PERCEPTION OF THE PILOTS' ASSOCIATION REGARDING LABOR BEN EFITS IN CONNECTION WITH THE NEW TREATY. THE ASSOCIATION BELIEVES THAT THE KEY PROTECTION IS AN EARLY RETIREMENT PROVISION THAT WOULD PROVIDE AN ADEQUATE ASSURANCETO THE WORK FORCE TO STAY ON. MR. KANALY DESCRIBED THE 1976 AFL-CIO POSITIONON LABOR PROTECTIONS AND NOTED THAT GEORGE MEANY HAD WRITTEN THE SECRETARY ASKING FOR LABOR PARTICIPATION IN PREPARATION OF EMPLOYEE PROTECTIONS.

CONFIDENTIAL

CONFIDENTIAL

PAGE 04 STATE 104019

- 7. ECONOMIC ARRANGEMENTS. A REPORT ON THE NEW CANAL ENTITY REVENUE STRUCTURE WAS COMPLETED BY THE U.S. TECHNICAL TEAM THAT VISITED PANAMA. THE STUDY CONSIDERS TRAFFIC AND REVENUES, THE ECONOMIC IMPACTS OF INCREASED TOLLS AND CANAL OPERATING EXPENSES DURING THE NEW TREATY PERIOD.
- 8. CONGRESS SAVES PANAMA MIL GROUP. DURING A MAY 3 MARK-UP SESSION, THE HOUSE INTERNATIONAL RELATIONS COMMITTEE VOTED TO REINSTATE PANAMA ON THE LIST OF COUNTRIES AUTHOR-IZED MILITARY GROUPS UNDER PENDING SECURITY ASSISTANCE LEGISLATION. PREVIOUSLY PANAMA HAD BEEN DELETED ALONG WITH ALL OTHER WESTERN HEMISPHERE COUNTRIES. THE MOTION WAS MADE BY REP. LAGOMARSINO (R-CALIF.), WHO EXPLAINED THAT A MILITARY GROUP WAS NEEDED IN PANAMA IN VIEW OF PROSPECTIVE CHANGES IN THE TREATY ARRANGEMENTS GOVERNING THE CANAL.

IN PARALLEL SENATE ACTION, THE FOREIGN RELATIONS SUB-COMMITTEE THIS WEEK APPROVED A SECURITY ASSISTANCE BILL AUTHORIZING A MILITARY GROUP IN PANAMA.

9. DARIEN GAP HIGHWAY. THE DEPARTMENT OF TRANSPORTATION PETITIONED THE U.S. DISTRICT COURT ON MAY 2 FOR A FURTHER PARTIAL STAY OF THE OCTOBER '75 INJUNCTION AGAINST U.S. PARTICIPATION IN THE HIGHWAY PROJECT. DOT IS SEEKING PERMISSION TO UNDERTAKE ADDITIONAL WORK IN PANAMA, PENDING FINAL RESOLUTION OF THE CASE. DEPUTY ASSISTANT SECRETARY LUERS SUBMITTED AN AFFIDAVIT ON BEHALF OF THE DEPARTMENT OF STATE, SUPPORTING, ON FOREIGN PLICY GROUNDS, THE IMMEDIATE LIFTING OF THE INJUNCTION FOR ALL WORK AS FAR EAST AS YAVISA. WE HOPE FOR AN EARLY DECISION. CHRISTOPHER

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X

Capture Date: 01-Jan-1994 12:00:00 am Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: MEETING DELEGATIONS, NEGOTIATIONS

Control Number: n/a

Copy: SINGLE Sent Date: 06-May-1977 12:00:00 am Decaption Date: 01-Jan-1960 12:00:00 am

Decaption Note:

Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 22 May 2009 Disposition Event:

Disposition Event:
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE104019
Document Source: Concument Unique ID: 00

Document Unique ID: 00 Drafter: LA/PAN:EJNADEAU:LKB

Enclosure: n/a Executive Order: GS Errors: N/A

Expiration:

Film Number: D770161-0518

Format: TEL From: STATE

Handling Restrictions: n/a

Image Path:

ISecure: 1

Legacy Key: link1977/newtext/t19770583/aaaacueq.tel

Line Count: 170 Litigation Code IDs: Litigation Codes:

Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 33ab0799-c288-dd11-92da-001cc4696bcc
Office: ORIGIN ARA

Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 4
Previous Channel Indicators: n/a Previous Classification: CONFIDENTIAL Previous Handling Restrictions: n/a

Reference: n/a Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags: Review Date: 08-Nov-2004 12:00:00 am

Review Event:

Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 2612092 Secure: OPEN Status: NATIVE

Subject: U.S.-PANAMA TREATY NEGOTIATIONS: WEEKLY ACTIVITIES REPORT - APRIL 30 - MAY 6

TAGS: PFOR, PN To: PANAMA Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/33ab0799-c288-dd11-92da-001cc4696bcc

Review Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009